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October 13, 2017

The Honorable Jocelyn Boyd Chief Clerk and Administrator Public Service Commission of South Carolina 101 Executive Center Drive Columbia, South Carolina 29201

Re: Friends of the Earth and Sierra Club, Complainant/Petitioner v. South Carolina

Electric & Gas Company, Defendant/Respondent

Docket No. 2017-207-E

Dear Ms. Boyd:

Attached for filing please find SCE&G's Petition for Rehearing and Reconsideration of Order No. 2017-637 for the matter cited above.

If you have any questions regarding these matters, please do not hesitate to contact me.

Sincerely,

WOMBLE CARLYLE SANDRIDGE & RICE A Limited Liability Partnership

Belton T. Zeigler

Partner

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STATE OF SOUTH CAROLINA ) (Caption of Case) Friends of the Earth and Sierra Club, Complainant/ Petitioner v. South Carolina Electric & Gas Company, Defendant/Respondent ) )		BEFORE THE PUBLIC SERVICE COMMISSION OF SOUTH CAROLINA  COVER SHEET  DOCKET NUMBER: 2017 - 207 - E		
(Please type or print) Submitted by Relton T. Zeigler		SC Bar Number: 5754	October	
Submitted by: Belton T. Zeigler		Telephone: 803.454.		
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NOTE: The cover sheet and information as required by law. This form is require be filled out completely.	contained herein neither replace d for use by the Public Service (	s nor supplements the filing and ser	vice of pleadings or other paners	
Other:  INDUSTRY (Check one)				
<b>▼</b> Electric	Affidavit	Letter	at apply) 017	
☐ Electric/Gas	Agreement	Memorandum	Request for Certification	
Electric/Telecommunications	Answer	Motion	Request for Investigation	
Electric/Water	Appellate Review	Objection	Resale Agreement	
Electric/Water/Telecom.	Application	Petition	Resale Amendment	
Electric/Water/Sewer	Brief	Petition for Reconsideration	Reservation Letter o	
Gas	Certificate	Petition for Rulemaking	Response	
Railroad	Comments	Petition for Rule to Show Cause	Response to Discovery	
Sewer	Complaint	Petition to Intervene	Return to Petition	
Telecommunications	Consent Order	Petition to Intervene Out of Time	Stipulation	
Transportation	Discovery	Prefiled Testimony	Subpoena	
Water Water/Sawar	Exhibit	Promotion	☐ Tariff	
Water/Sewer Administrative Matter	Expedited Consideration	Proposed Order	Other:	
Other:	Interconnection Agreement Interconnection Amendment	Protest Publisher's Affidavit		
	Late-Filed Exhibit	Report		
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# BEFORE THE PUBLIC SERVICE COMMISSION OF SOUTH CAROLINA DOCKET NO. 2017-207-E

#### IN RE:

Friends of the Earth and Sierra Club,	)	SCE&G'S PETITION FOR REHEARING
Complainant/Petitioner v. South Carolina	)	AND RECONSIDERATION OF
Electric & Gas Company,	)	ORDER NO. 2017-637
Defendant/Respondent	)	
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### INTRODUCTION

Pursuant to S.C. Code Ann. § 58-27-2150 (2015) and 10 S.C. Code Ann. Reg. § 103-854 (2012), South Carolina Electric & Gas Company ("SCE&G") petitions the Public Service Commission of South Carolina (the "Commission") for rehearing and reconsideration of Order No. 2017-637 (the "Order"), entered in this docket on October 4, 2017.

The matters arising out of the abandoned nuclear project are of extraordinary public importance. Litigating them in multiple overlapping and legally inconsistent dockets would invite confusion, delay, procedural disputes and the potential for unnecessary procedural error. All parties share an interest in the orderly, timely and efficient decision of the matters arising out of the abandonment of the nuclear project. Proceeding with discovery in Docket No. 2017-207-E would not serve that goal.

## **GROUNDS FOR REHEARING AND RECONSIDERATION**

Granting rehearing and reconsideration is proper because:

- The principal claim for relief in this matter seeking an order halting construction spending – is now moot.
- 2. The second claim for relief in this matter seeking an order for reparations and refunds is expressly barred by the language of the sole statute under which any

relief is requested in this matter and by directly applicable South Carolina Supreme Court opinions. The legally defective nature of this matter has been conclusively shown in SCE&G's Motion to Dismiss dated July 17, 2017, and supporting documentation, previously filed in this docket, which is incorporated herein by reference.

- 3. SCE&G's Motion to Dismiss has now been pending for approximately 90 days and the claims it raises should be granted as a matter of law. The proper course of action here would be to schedule that Motion to Dismiss for hearing, allow the parties who have intervened in the interim an opportunity to file briefs, and decide the motion before withdrawing the order staying discovery. There is no logic in allowing discovery in this docket to proceed prior to SCE&G's Motion to Dismiss being heard, considered, and ruled upon.
- 4. Allowing discovery to proceed in this statutorily unauthorized and legally unsustainable proceeding will result in an unnecessary duplication of efforts and a waste of judicial resources. This would be directly contrary to the Commission's policy, as stated in the Order, of "secur[ing] a just, speedy and inexpensive determination in every action," and conserving judicial resources.
- 5. No discovery is necessary or should be permitted for resolution of the purely legal issues raised in SCE&G's Motion to Dismiss.
- Out of respect for the legislative inquiry into the abandonment decision, SCE&G voluntarily withdrew its Petition, dated August 1, 2017, in Docket 2017-244-E. This petition sought a comprehensive review by the Commission of the regulatory matters arising out of the abandonment. SCE&G has consistently maintained, and

here reaffirms, that it will need to file a petition to comprehensively address the abandonment-related issues such as those that were raised in Docket 2017-244-E. SCE&G intends to make such a filing in the future at the appropriate time. SCE&G would expect the Complainants to seek to intervene in that docket and raise any issues that they may properly raise related to these matters and conduct any discovery that may be legally authorized and appropriate. Thus, allowing discovery to proceed in this docket would multiply proceedings unnecessarily and would waste judicial resources without benefit to any party, and could lead to confusion and procedural difficulties.

The facts underlying these grounds for rehearing and reconsideration are procedural matters which are matters of public record in this docket, and in Docket No. 2017-305-E and Docket No. 2017-244-E. SCE&G also incorporates here the issues and arguments contained in SCE&G's Response to the Commission's Request in Order No. 2017-637 for Briefing Concerning Coordination of Dockets of contemporaneous date.

## ISSUES WITH THE DISCOVERY ITSELF

Even assuming that Friends of the Earth and Sierra Club are permitted to seek discovery from SCE&G, the discovery requests that they have served on SCE&G are not enforceable, as written, because they grossly exceed the scope of permissible discovery pursuant to the South Carolina Rules of Civil Procedure and Chapter 103, Article 8 of the South Carolina Code of Regulations in a number of ways. For example, the discovery that Friends of the Earth and Sierra Club filed on July 7, 2017, seek all documents relating to any communications between SCE&G and: (a) Westinghouse Electric Company, LLC and its affiliated entities; (b) Toshiba Corporation; (c) the South Carolina Public Service Authority; and/or (d) ORS regarding the V.C.

Summer Nuclear Station. Such a request is, on its face, overly broad, unduly burdensome, not proportional to the needs of this case, and not limited to the relevant issues.

If Friends of the Earth and Sierra Club are permitted to proceed with discovery at this point, SCE&G will object to and contest those discovery requests to the extent they exceed the scope of SCE&G's discovery obligations at law. This raises the prospect of further delay and waste of judicial resources through protracted discovery disputes in a docket which is legally flawed and which by all rights should not survive the outstanding Motion to Dismiss.

## **CONCLUSION**

In Order No. 2017-637, the Commission affirmed its policy of promoting judicial economy, providing a just, speedy, and inexpensive determination in every action, and avoiding unnecessary or duplicative proceedings. For the reasons stated above, all these interests would be furthered by granting rehearing and reconsideration of Order No. 2017-637.

## **RELIEF REQUESTED**

Therefore, SCE&G respectfully requests that the Commission grant rehearing and reconsideration of Order No. 2017-637. After rehearing and reconsideration, SCE&G requests that the Commission withdraw Order No. 2017-637 and issue an order to:

- Reinstate the stay on discovery and further proceeding contained in Order No.
   2017-493 until the Motion to Dismiss in this matter is fully briefed by all parties, heard and decided;
- 2. Schedule, hear, and thereafter grant SCE&G's Motion to Dismiss in this matter; and,
- 3. Grant such other relief as may be warranted in the premises.

Or in the alternative to items 1 and 2 immediately above,

4. Reinstate the stay on discovery and further proceedings in this matter and indicating that the Motion to Dismiss will be taken up after the dispositive motions in Docket 2017-305-E are resolved and after SCE&G files a subsequent petition for Commission review of its abandonment decision.

Respectfully submitted,

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Attorneys for South Carolina Electric & Gas Company

Cayce, South Carolina October 13, 2017

# BEFORE THE PUBLIC SERVICE COMMISSION OF SOUTH CAROLINA DOCKET NO. 2017-207-E

)	CERTIFICATE OF SERVICE
)	
	) )

This is to certify that I have caused to be served this day one copy of SCE&G's Petition for Rehearing and Reconsideration of Order No. 2017-637 to the persons named below at the addresses set forth via U.S. First Class Mail and electronic mail:

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